



CITY OF CAMBRIDGE
COMMUNITY DEVELOPMENT DEPARTMENT
City Hall Annex - Inman & Broadway - Cambridge, Mass. 02139

498-9034

September 24, 1986

MEMORANDUM

TO: Robert W. Healy
City Manager

FROM: Michael H. Rosenberg *MHR.*
Assistant City Manager
for Community Development

RE: BioTechnica UDAG

I am writing in response to your request for information regarding the termination of the UDAG grant for the BioTechnica Expansion Project.

As you know, we were succesful earlier this year in receiving approval from HUD of a UDAG in the amount of \$834,000. These funds were to be provided to BioTechnica International in the form of a long term, low interest loan to assist them in expanding their existing office and research facility located at 85 Bolton Street. We had signed a grant agreement with HUD and were preparing final documents with BioTechnica in anticipation of a June construction start.

In the interim, however, BioTechnica was re-evaluating its expansion plans, due in part to a change in the presidency of the company. This re-evaluation resulted in a decision to postpone indefinitely proposed construction plans.

We received a letter from the firm in July (copy attached) informing us that they would not be able to meet the construction timetable established in the UDAG grant agreement and requesting therefore that the agreement be terminated. Since UDAG's are tied specifically to a single project, we had no choice but to terminate our agreement with HUD. As no funds had yet been expended, the City did not incur any liability and the grant has been terminated.

Mr. Robert W. Healy
September 24, 1986
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We have been informed by HUD that this action does not prohibit us from resubmitting a UDAG application for the project at any future time should BioTechnica decide to proceed with their plans.

MHR/jk

Attachment



CITY OF CAMBRIDGE

CAMBRIDGE, MASSACHUSETTS 02139

TEL. 498-9011

EXECUTIVE DEPARTMENT

ROBERT W. HEALY

City Manager

RICHARD C. ROSSI

Deputy City Manager

September 29, 1986

To the Honorable, the City Council:

Enclosed please find copy of a communication from Michael H. Rosenberg, Assistant City Manager for Community Development, relative to the termination of the UDAG grant for the BioTechnica Expansion Project.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Robert W. Healy", is written over a horizontal line.

Robert W. Healy
City Manager

RWH/mbf
Enc.

Re: comm. from the Community Development Dept.
on the termination of UDAG grant for Bio-
Technica Expansion project.

In City Council,

September 29, 1986

Placed on File